INVESTMENT PRODUCTS

MATRIX INCOME & GROWTH VCT PLC 4

A VENTURE CAPITAL TRUST

HALF-YEARLY REPORT

Unaudited Half-Yearly Report
for the six months ended 31 July 2011

MATRIX

Investment Objective

The objective of Matrix Income & Growth 4 VCT plc ("the Company" or "MIG4") is to provide investors with a regular income stream by way of tax free dividends and to generate capital growth through portfolio realisations which can be distributed by way of additional tax free dividends.

The portfolio comprises a number of diverse investments over a wide range of different business sectors, thus spreading risk by avoiding over-concentration in any one sector.

Financial Highlights

As at 31 July 2011

- Increase in total shareholder return (net asset value basis) over the six month period of 1.8%
- Increase in total shareholder return (share price basis) over the six month period of 1.2%
- Further net funds of £3.5 million raised in period

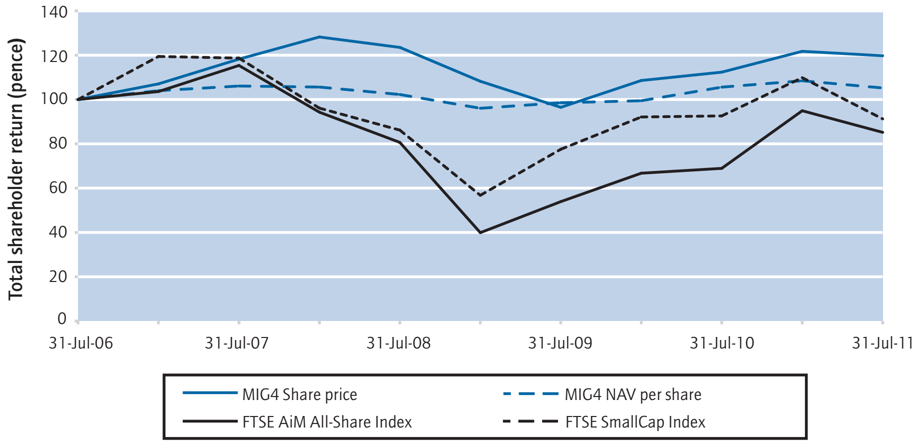
Performance Summary – Ordinary Shares of 1penny

Period	Net assets (£million)	Net assets value (NAV) per share (p)	NAV total return to Shareholders since launch (p)[2]	Share price (p)[1]	Share price total return to Shareholders since launch per share (p)[2]
Six months ended 31 July 2011	28.3	111.9	133.6	101.75	123.5
Six months ended 31 July 2010	23.3	110.9	128.6	95.5	113.2
Year ended 31 January 2011	25.3	112.9	131.6	103.5	122.2
31 January 2010	21.2	106.3	122.0	92.3	108.0
31 January 2009	21.0	104.6	118.3	92.0	105.7
31 January 2008	24.1	117.4	128.9	109.0	120.5
31 January 2007	9.8	116.3	125.2	91.0	101.7

[1] Source: London Stock Exchange
[2] Total returns to Shareholders include dividends paid

In the graph below, the NAV and share price total returns to shareholders comprise the NAV and share price respectively assuming the dividends paid were re-invested on the date on which the shares were quoted ex-dividend in respect of each dividend. The total return figures have been rebased to 100 at 31 July 2006.

Total shareholder return for the last five years compared to the FTSE SmallCap and AiM All-Share Indices



Source: Matrix Corporate Capital LLP

Performance Summary

Return before and after income tax relief

The table below shows the NAV total returns at 31 July 2011 for a shareholder that invested £10,000 in each fundraising undertaken by the Company:

Fundraising	1999/ 2000	2006/ 2007	2010 (Top-up Offer)[3]	2011 (Linked Offer)[4]
Issue price per share (p)	200[1]	120.9[2]	112.4	121.6
Number of shares held	5,000	8,271	8,896	8,225
Net asset value (NAV) at 31 July 2011 (£)	5,594	9,253	9,953	9,202
Dividends paid to shareholder since subscription (£)	1,085	910	534	247[5]
NAV total return to shareholder since subscription (£)	6,679	10,163	10,487	9,448
Profit/(loss) before income tax relief (£)[6]	**(3,321)**	**163**	**487**	**(552)[7]**
Income tax relief	20%[8]	30%	30%	30%
Cost net of income tax relief (£)	8,000	7,000	7,000	7,000
Profit/ (loss) after income tax relief (£)[9]	**(1,321)**	**3,163**	**3,487**	**2,448**

[1] Original investment at 100p per ordinary share of 5p each, converted on a 2 for 1 basis to ordinary shares of 1p each in October 2006.

[2] Weighted average issue price of shares.

[3] Top-Up Offer to raise up to £2.18 million.

[4] Linked Offer for Subscription with Matrix Income & Growth VCT plc and The Income & Growth VCT plc to raise up to £21 million in total. The issue price is a weighted average for all shares issued.

[5] As all investors, except for the last allotment, received this period's dividend, it has been shown in these figures.

[6] NAV total return minus initial investment cost (before income tax relief).

[7] Current unrealised loss results from initial Offer costs of 5.5% paid on subscription.

[8] Additional capital gains tax deferral relief of up to £4,000 available to qualifying shareholders.

[9] NAV total return minus cost net of income tax relief.

The data for the initial fundraising above includes the period up to 1 August 2006, when the Company used three investment advisers. The three subsequent fundraisings have raised capital which has been solely managed by Matrix Private Equity Partners LLP ('MPEP').

Dividend history

Year ended 31 January	Dividends per share paid in respect of each year (p)	Cumulative dividends per share paid and proposed since launch (p)
2011	4.00	21.70
2010	3.00	17.70
2009	2.00	14.70
2008	2.00	12.70
2007	1.80*	10.70
2006	0.50*	8.90
2005	0.20*	8.40
2004	0.50*	8.20
2003	0.50*	7.70
2002	1.00*	7.20
2001	3.10*	6.20
2000	3.10*	3.10

Dividends paid include distributions from both income and capital.

* re-stated following capital reorganisation in 2006.

Chairman's Statement

I am pleased to present the Company's Half-Yearly Report for the six months ended 31 July 2011.

Performance

As at 31 July 2011 the Company's NAV per share was 111.9 pence (31 January 2011: 112.9 pence). Adjusted for dividends of 3p per share paid in the 6 month period, this represents an increase of 1.8% in NAV per share for the period. Total shareholder return on a share price basis has risen by 1.2% during the period. These figures compare with a decline of 0.9% in the FTSE SmallCap CR Index and a rise of 2.7% in the FTSE AIM CR Index.

This result principally reflects a small net uplift in the value of the portfolio companies.

Portfolio

Quoted markets have remained volatile during the six months under review with most sector price earnings multiples (by reference to which unquoted investments are valued) declining slightly. Notwithstanding this, overall, the portfolio showed a net increase of £0.5 million over the six month period. The significant contributors to this increase were Iglu.com Holidays, Blaze Signs, Focus Pharma and DiGiCo. Blaze Signs and Youngman are affected by the recession, but have seen their profits begin to recover.

The increase in deal activity in the smaller companies market reported in the Annual Report has been sustained over this six month period, leading to more prospective opportunities being reviewed by the Investment Manager. An investment of £1,280,880 has been made into Motorclean Group, the UK's leading provider of vehicle cleaning and valet services to the car dealership market. A follow-on investment of £409,067 was made in ASL Technology Holdings Limited, to enable that Company to acquire the assets of a similar company, Transcribe Copier Systems Limited, as part of ASL's acquisition strategy.

It is encouraging to note that Iglu.com Holidays Limited made a final loan repayment in February of £876,207, (of which £131,737 was premium), while in March, Vectair Limited made a full loan repayment of £90,322 (of which £15,054 was a premium) and Machineworks fully repaid a loan of £116,588 (including a premium of £23,318) in April. Further details of transactions in the period and the performance of investee companies are contained in the Investment Manager's Review on pages 9 & 10.

Cash and liquidity fund balances as at 31 July 2011 amounted to £9.3 million.

Dividend

The Board has an objective of providing shareholders with a regular dividend. For reasons of administrative efficiency, your Board has decided not to make a relatively small interim payment, but intends to pay a dividend after considering the year-end results.

Revenue account

The revenue return for the six months to 31 July 2011 was £208,189 (after tax) or 0.86p per share. This compares to a revenue return of £37,186 in the six months to 31 July 2010. Income has benefited from the higher level of loan stock interest received from companies as well as a notably higher dividend from DiGiCo.

Interest received from money market funds continues to be low, at an average rate of around 0.6%.

Investment Management expenses charged to revenue have increased by £29,672 compared to 2010, due to the increase in net assets, as a result of the funds raised under the Top-up Offer earlier this year and the reclassification of administration costs previously shown in other expenses. Other expenses have decreased by £76,656, following the reclassification referred to above, lower professional fees and trail commission.

Share buy-backs

During the six months ended 31 July 2011 the Company continued to implement its buy-back policy and bought back 160,752 Ordinary Shares, representing 0.72% of the shares in issue as at 1 February 2011 at a total cost of £163,990. These shares were subsequently cancelled by the Company.

The Board regularly reviews its buyback policy and endeavours to maintain the discount to NAV at which the Company's shares trade at around 10%. At 22 September, the mid-market price for the Company's shares was 101.5 pence, representing a discount of 10.1% to the latest NAV announced before today.

Linked offer

A further 2,960,632 new shares were allotted under the linked offer which closed on 30 June 2011. A total of £16.2m before expenses was subscribed across the three VCTs of which £5.4 million was raised by the Company.

Future fundraising

The Company expects to be participating again in a linked fundraising with Matrix Income & Growth VCT plc and The Income & Growth VCT plc which is expected to launch later this year. The funds raised will further add to the Company's capability to capitalise on new investment opportunities, should provide further support, if needed, for the share buyback program, and should spread fixed running costs over a larger asset base. Details of the Offer are expected to be posted to shareholders shortly.

Shareholder communication

May I remind you that the Company has its own website which is available at www.mig4vct.co.uk.

Following a successful Matrix VCT shareholder workshop held last December the Investment Manager will be holding a second workshop on Wednesday, 14 December 2011 in central London. The workshop will include a presentation on the VCTs' investment activity and performance. All shareholders will receive an invitation to this event nearer to the date.

The Board also welcomes the opportunity to meet Shareholders at the Company's General Meetings during which representatives of the Investment Manager are present to discuss the progress of the portfolio. The next AGM of the Company will be held in June 2012.

Outlook

There has been a sharp correction in global equity markets since the end of July. This has been principally due to continued concerns over European sovereign debt and the deteriorating prospects for economic growth in many countries within the developed world. The UK is not immune from these fears. The outlook for the domestic economy remains highly uncertain. Government debt remains at relatively high levels and public expenditure needs to be far more disciplined.

However, almost all of the portfolio companies are trading profitably at the operating level. Having held back on investment during the downturn, the Company retains a significant cash position. The Investment Manager is now seeing more investment opportunities at realistic pricing levels. Your Board expects that investments recently made, and to be made over the next year, will contribute to enhancing the Company's performance which includes the objective of making attractive dividend payments.

Finally, I would like to thank all of our Shareholders for their continuing support.

Christopher Moore
Chairman
22 September 2011

Principal risks, Responsibility Statement, Related Party Transactions, and Cautionary Statement

Principal risks and uncertainties

In accordance with Disclosure and Transparency Rule (DTR) 4.2.7, the Board confirms that the principal risks and uncertainties facing the Company have not materially changed since the publication of the Annual Report and Accounts for the year ended 31 January 2011. The Board acknowledges that there is regulatory risk and continues to manage the Company's affairs in such a manner as to comply with section 274 Income Tax Act 2007.

The principal risks faced by the Company are:

- economic risk;
- investment and strategic risk;
- regulatory risk (including loss of VCT status);
- financial and operating risk;
- market risk;
- asset liquidity risk;
- market liquidity risk;
- credit/counterparty risk.

A more detailed explanation of these risks can be found in the Directors' Report on pages 21 – 30 and in Note 20 on pages 61 – 68 of the Annual Report and Accounts for the year ended 31 January 2011 copies of which are available on the VCT's website, www.mig4vct.co.uk.

Responsibility Statement

In accordance with Disclosure and Transparency Rule (DTR) 4.2.10 the Directors confirm that to the best of their knowledge:

(a) the condensed set of financial statements, which has been prepared in accordance with the statement, "Half-Yearly Reports", issued by the Accounting Standards Board, gives a true and fair view of the assets, liabilities, financial position and profit of the Company, as required by DTR 4.2.4;

(b) the interim management report, included within the Chairman's Statement, Investment Policy, Investment Manager's Review and the Investment Portfolio Summary includes a fair review of the information required by DTR 4.2.7 being an indication of the important events that have occurred during the first six months of the financial year and their impact on the condensed set of financial statements,

(c) a description of the principal risks and uncertainties facing the Company for the remaining six months is set out above, in accordance with DTR 4.2.7; and

(d) there were no related party transactions in the first six months of the current financial year that are required to be reported, in accordance with DTR 4.2.8.

Cautionary Statement

This report may contain forward looking statements with regards to the financial condition and results of the Company, which are made in the light of current economic and business circumstances. Nothing in this report should be construed as a profit forecast.

On behalf of the Board

Christopher Moore

Chairman

22 September 2011

Investment Policy

The Company's policy is to invest primarily in a diverse portfolio of UK unquoted companies. Investments are structured as part loan and part equity in order to receive regular income and to generate capital gains from trade sales and flotations of investee companies.

Investments are made selectively across a number of sectors, primarily in management buyout transactions (MBOs) i.e. to support incumbent management teams in acquiring the business they manage but do not yet own. Investments are primarily made in companies that are established and profitable.

The Company has a small legacy portfolio of investments in companies from its period prior to 1 August 2006, when it was a multi-manager VCT. This includes investments in early stage and technology companies.

Uninvested funds are held in cash and lower risk money market funds.

UK companies

The companies in which investments are made must have no more than £15 million of gross assets at the time of investment to be classed as a VCT qualifying holding. The £20.2 million of Funds raised by the Company after 6 April 2006 are subject to a £7 million gross assets test for an investment to be VCT qualifying.

VCT regulation

The investment policy is designed to ensure that the Company continues to qualify and is approved as a VCT by HMRC. Amongst other conditions, the Company may not invest more than 15% of its investments in a single company and must have at least 70% by value of its investments throughout the year in shares or securities comprised in VCT qualifying holdings, of which a minimum overall of 30% by value must be ordinary shares which carry no preferential rights. In addition, although the Company can invest less than 30% of an investment in a specific company in ordinary shares it must have at least 10% by value of its total investments in each VCT qualifying company in ordinary shares which carry no preferential rights (save as may be permitted under VCT rules).

The VCT regulations in respect of funds raised after 6 April 2011 will change, such that 70% of such funds must be invested in equity.

Asset mix

The Company initially holds its funds in a portfolio of readily realisable interest bearing investments and deposits. The investment portfolio of qualifying investments is built up over a three year period with the aim of investing and maintaining at least 80% of net funds raised in qualifying investments.

Risk diversification and maximum exposures

Risk is spread by investing in a number of different businesses across different industry sectors. To reduce the risk of high exposure to equities, each qualifying investment is structured using a significant proportion of loan stock (up to 70% of the total investment in each VCT qualifying company). Initial investments in VCT qualifying companies are generally made in amounts ranging from £200,000 to £1 million at cost. No holding in any one company will represent more than 10% of the value of the Company's investments at the time of investment. Ongoing monitoring of each investment is carried out by the Investment Manager, generally through taking a seat on the board of each VCT qualifying company.

Investment Policy

Co-investment

The Company aims to invest in larger, more mature unquoted companies through investing alongside the three other VCTs advised by the Investment Manager with a similar investment policy. This enables the Company to participate in combined investments advised on by the Investment Manager of up to £5 million.

Borrowing

The Company has no current plans to undertake any borrowing.

Management

The Board has overall responsibility for the Company's affairs including the determination of its investment policy. Investment and divestment proposals are originated, negotiated and recommended by the Investment Manager and are then subject to formal approval by the Board of Directors.

Investment Manager's Review

Overview

We have been encouraged by positive signs of improvement in our marketplace during the six month period to 31 July 2011. The number of quality potential new investments that we have seen has increased considerably and more company boards are confident about making decisions to market their businesses for sale or raise new capital for expansion. Over these six months, we have continued our measured approach in assessing the opportunities that are emerging. We remain aware that we are yet to see the full effect of the UK Government's cuts in public spending on the UK smaller company sector and are therefore particularly mindful of the risks of deteriorating economic conditions on prospective new investments. We have rejected a number of prospective deals either on the grounds that they would not deliver forecast growth or because the required sale price was too high, but there are still a number of opportunities that we are progressing and expect to complete in the second half of the year.

The Portfolio

The MPEP-invested portfolio at 31 July 2011 comprised thirty-one investments with a cost of £17.2 million and a valuation of £18.9 million. On a like-for-like basis the value of the portfolio has increased by 2.4% in the first six months of the year.

This uplift in value principally derives from higher valuations for five companies: Iglu.com Holidays, Blaze Signs, Focus Pharma, DiGiCo and CB Imports. All other companies experienced relatively little change in their valuations.

Iglu.com continues to trade ahead of expectation at the time of investment, and has repaid all of its loan stock, realising total proceeds of £876,207, including a premium of £131,737. Blaze Signs' recovery in trading has continued. Focus Pharma continues to perform satisfactorily and is planning to progress further with several new product launches due during 2011. DiGiCo continues to grow its business and generate strong profits and has paid a dividend of £135,283 to the Company in the period.

The value of CB Imports has risen as trading continues to be robust and this company has paid its first dividend since investment. ATG Media has traded particularly well and returned good results. Racoon's profitability continues to improve through sales of core hair extension products in the UK, although export sales have been disappointing. Vectair's trading has been satisfactory, and it has repaid all of its loan stock to the Company, realising £90,322, including a premium of £15,054.

Whilst the building and construction sector has continued to suffer from sluggish demand, those portfolio companies with direct exposure to this sector, Blaze Signs, Plastic Surgeon and Youngman, are all performing steadily. We have worked with these and other portfolio businesses and encouraged them to make the changes necessary to ensure they are in the best possible position to withstand this period of economic uncertainty. It is a measure of this effort that only one portfolio company has required modest additional funding during the past two years.

VSI completed the demerger of its two operating subsidiary companies in March 2011, creating two separate investee companies for the Company, MachineWorks Software Limited (MachineWorks) and LightWorks Software Limited. It also paid a dividend of £11,796. The original VSI loan of £93,270, which was transferred to MachineWorks on the demerger, was repaid in April 2011, releasing £116,588 including a premium of £23,318. The Company now has separate investments in each of these companies with a cost of £9,329 each. The boards of these companies believe that the demerger will enhance the prospects of both companies.

Investment Manager's Review

One new investment and two follow-on investments have been made. The Company used £1m already invested in acquisition vehicle Fullfield Limited as part of a total investment of £1,280,880 to support the MBO of Motorclean Group, the UK's leading provider of vehicle cleaning and valet services to the car dealership market. Following its original investment into ASL in December 2010, the Company made a further investment totalling £409,067 in March 2011 to support the acquisition of the assets of Transcribe Copier Systems Limited. ASL is a Cambridge-based printer and copier services business with a broad customer base of schools and small and medium sized enterprises. This acquisition is part of ASL's strategy to acquire similar businesses, thereby consolidating a highly fragmented market in order to become of interest to larger corporate acquirers in this sector.

As reported in the Annual Report and Accounts for the year ended 31 January 2011, Monsal experienced completion delays on an existing contract and in the commissioning of new contracts. These delays led to a requirement for additional funding. In June your Company approved a further loan stock investment commitment totalling £158,577 as part of a £1.75 million fundraising alongside other Matrix VCTs and other shareholders. The terms of this new investment provide that it ranks ahead of the previous rounds of investment made up to 31 January 2011. We continue to hold the value of the Company's previous rounds of investment at nil. £42,287 of the new commitment had been drawn down by 31 July, which is valued at cost and a further £21,144 was drawn down after 31 July. With this additional funding, Monsal now has the ability to pursue a number of major contracts in the waste and water sectors. Assuming contract awards, the potential for recovery of value in the original investment should become a more realistic prospect.

The investments previously made by Elderstreet are now unlikely to have a significant impact on the Company's performance. Cashfac has increased its headcount in anticipation of an increase in sales in the financial sector, and this has started to occur. Sift has experienced a weakening in advertising revenues and incurred losses. sparesFinder has been trading ahead of its budget for the year, the budget itself being ahead of its previous financial year.

Outlook

The prospects for increased investment activity over the coming months have improved now that the UK economy appears to have recovered from the worst of the recession. We are also well-positioned to offer an attractive combination of equity and debt to companies as the availability of external debt from the major banks is harder to access. The positive performance of some of our investee companies has enabled the value of our portfolio to be resilient overall. We expect to be able to crystallise this value over time through realisations, and we are seeing interest in a number of our investee companies from larger private equity firms.

However, much uncertainty remains concerning the quality of the economic recovery and we remain vigilant about the potential impact on the portfolio and cautious when evaluating new opportunities.

Matrix Private Equity Partners LLP

22 September 2011

Investment Portfolio Summary

as at 31 July 2011

	Total cost at 31 July 2011 £	Total valuation at 31 January 2011 £	Total valuation at 31 July 2011 £	% of equity held	% of portfolio by value
Matrix Private Equity Partners LLP Portfolio					
DiGiCo Europe Limited Design and manufacture of audio mixing desks	495,652	1,900,210	1,962,646	6.52%	10.33%
ATG Media Holdings Limited Publisher and online auction platform operator	888,993	1,293,507	1,337,986	8.50%	7.04%
CB Imports Group Limited Importer and distributor of artificial flowers, floral sundries and home decor products	1,000,000	1,242,622	1,301,140	6.00%	6.85%
Fullfield Limited (Motorclean Group) Vehicle cleaning and valet services	1,280,880	1,000,000	1,280,880	8.75%	6.74%
ASL Technology Holdings Limited Printer and photocopier services	1,257,133	848,066	1,257,133	6.78%	6.62%
Focus Pharma Holdings Limited Licensor and distributor of generic pharmaceuticals	772,451	1,060,749	1,126,107	3.10%	5.93%
Backbarrow Limited Food manufacturing, distribution and brand management	1,000,000	1,000,000	1,000,000	16.67%	5.26%
Bladon Castle Management Limited Brand management, consumer products and retail	1,000,000	1,000,000	1,000,000	16.67%	5.26%
RDL Corporation Limited (formerly Aust Recruitment Group Limited) Recruitment consultants for the pharmaceutical, business intelligence and IT industries	1,000,000	1,000,000	1,000,000	9.05%	5.26%
Rusland Management Limited Brand management, consumer products and retail	1,000,000	1,000,000	1,000,000	16.33%	5.26%
Torvar Limited Database management, mapping, data mapping and management services to legal and building industries	1,000,000	1,000,000	1,000,000	16.33%	5.26%
Vanir Consultants Limited Database management, mapping, data mapping and management services to legal and building industries	1,000,000	1,000,000	1,000,000	16.67%	5.26%
IGLU.com Holidays Limited Online ski and cruise retailer	133,779	1,420,200	763,425	7.15%	4.02%

Investment Portfolio Summary

as at 31 July 2011

	Total cost at 31 July 2011 £	Total valuation at 31 January 2011 £	Total valuation at 31 July 2011 £	% of equity held	% of portfolio by value
Westway Services Holdings (2010) Limited (formerly MC 440 Limited) Installation, maintenance and servicing of air-conditioning systems	236,096	646,071	650,946	3.20%	3.43%
Blaze Signs Holdings Limited Manufacturer and installer of signs	610,016	560,223	644,612	5.72%	3.39%
Higher Nature Limited Supplier of mineral, vitamin and food supplements	500,127	429,671	401,840	10.34%	2.11%
British International Holdings Limited Operator of helicopter services	295,455	433,545	395,030	2.50%	2.08%
Youngman Group Limited Manufacturer of ladders and access towers	500,026	349,983	389,045	4.24%	2.05%
Faversham House Publisher, exhibition organiser and operator of web sites for the environmental, visual communications and building services sectors	346,488	346,488	346,488	6.26%	1.82%
Omega Diagnostics plc In-vitro diagnostics for food intolerance, autoimmune diseases and infectious diseases	199,998	241,664	241,664	1.96%	1.27%
Machineworks Software Limited[2] Software for CAM and machine tool vendors	9,329	306,331	189,321	4.20%	1.00%
Racoon International Holdings Limited Supplier of hair extensions, hair care products and training	406,805	174,507	178,128	5.70%	0.94%
Plastic Surgeon Holdings Limited Snagging and finishing of domestic and commercial properties	458,837	114,709	114,709	6.88%	0.60%
Duncary 8 Limited (formerly Duncary 4/BG Consulting Limited) Technical training business	126,995	104,769	103,420	5.10%	0.54%
Vectair Holdings Limited Designer and distributor of washroom products	24,732	181,406	78,148	2.14%	0.41%
Monsal Holdings Limited Supplier of engineering services to water and waste sectors	678,300	–	42,287	6.14%	0.22%

	Total cost at 31 July 2011 £	Total valuation at 31 January 2011 £	Total valuation at 31 July 2011 £	% of equity held	% of portfolio by value
BOX-IT Data Management Limited (former investment in Stortext FM Limited) Software based solutions for document management	25,759	25,759	25,759	–	0.14%
Lightworks Software Limited[2] Software for CAD vendors	9,329	63,248	21,337	4.20%	0.11%
Letraset Limited (formerly Creative Opportunities) Manufacturer and distributor of graphic art products	150,010	19,540	18,272	5.26%	0.10%
PXP Holdings Limited (Pinewood Structures) Designer, manufacturer and supplier of timber frames for buildings	679,549	–	–	4.98%	0.00%
Other investments in the portfolio[1]	150,102	–	–	–	0.00%
Total	**17,236,841**	**18,763,268**	**18,870,323**	**–**	**99.30%**
Former Elderstreet Private Equity Limited Portfolio					
Cashfac Limited Provider of virtual banking application software	260,101	111,054	99,311	3.04%	0.52%
sparesFinder Limited Supplier of industrial spare parts on-line	250,854	26,568	31,712	1.70%	0.18%
Sift Limited Developer of business to business internet communities	130,116	–	–	1.03%	0.00%
Total	**641,071**	**137,622**	**131,023**	**–**	**0.70%**
Investment Managers' totals	**17,877,912**	**18,900,890**	**19,001,346**	**–**	**100.00%**

1 Other investments in the portfolio comprises those investments that have been valued at nil and from which the Directors only expect to receive small recoveries ie Legion Group plc (in administration) in the MPEP portfolio.

2 On 31 March 2011, VSI Limited undertook a demerger, such that MIG 4 VCT now holds separate investments in Machineworks Software Limited ("Machineworks") and Lightworks Software Limited ("Lightworks"). As a result, the cost as at 31 January 2011, of the ordinary and preference share investments in VSI Limited has been split equally between Machineworks and Lightworks . The valuation of the ordinary shares at 31 January 2011 has been split 75:25 between Machineworks and Lightworks respectively. The former loan investment in VSI of £93,270 had been wholly transferred to Machineworks, so this loan's cost and value at 31 January 2011 has been specifically allocated to that new investment.

Unaudited Income Statement

for the six months ended 31 July 2011

	Notes	Six months ended 31 July 2011 (unaudited) Revenue £	Capital £	Total £
Unrealised gains on investments held at fair value	8	–	451,225	451,225
Realised gains/(losses) on investments held at fair value	8	–	2,551	2,551
Income	2	459,395	–	459,395
Recoverable VAT		–	–	–
Investment management expense	3	(81,573)	(244,718)	(326,291)
Other expenses		(155,917)	–	(155,917)
Profit on ordinary activities before taxation		221,905	209,058	430,963
Tax on profit on ordinary activities	4	(13,716)	13,716	–
Profit attributable to equity shareholders		208,189	222,774	430,963
Basic and diluted earnings per Ordinary share	5	0.86p	0.91p	1.77p

The total column of this statement is the profit and loss account of the Company.

All revenue and capital items in the above statement derive from continuing operations.

There were no other recognised gains or losses in the period.

Other than revaluation movements arising on investments held at fair value through profit and loss there were no differences between the profit/(loss) as stated above and at historical cost.

The notes on pages 19 – 25 form part of these Half-Yearly financial statements.

Six months ended 31 July 2010 (unaudited) Revenue £	Capital £	Total £	Year ended 31 January 2011 (audited) Revenue £	Capital £	Total £
–	1,522,221	1,522,221	–	2,119,702	2,119,702
–	(80,807)	(80,807)	–	16,077	16,077
321,660	–	321,660	636,426	–	636,426
–	–	–	(264)	(794)	(1,058)
(51,901)	(155,703)	(207,604)	(120,335)	(361,003)	(481,338)
(232,573)	–	(232,573)	(396,019)	–	(396,019)
37,186	1,285,711	1,322,897	119,808	1,773,982	1,893,790
–	–	–	–	–	–
37,186	1,285,711	1,322,897	119,808	1,773,982	1,893,790
0.18p	6.17p	6.35p	0.57p	8.47p	9.04p

Unaudited Balance Sheet

as at 31 July 2011

	Notes	31 July 2011 (unaudited) £	31 July 2010 (unaudited) £	31 January 2011 (audited) £
Non-current assets				
Investments at fair value	8	19,001,346	16,187,108	18,900,890
Current assets				
Debtors and prepayments		191,511	152,051	1,948,065
Current Investments	9	6,853,014	7,116,251	3,644,741
Cash at bank		2,460,293	255,319	1,061,164
		9,504,818	7,523,621	6,653,970
Creditors: amounts falling due within one year		(183,711)	(400,774)	(209,681)
Net current assets		9,321,107	7,122,847	6,444,289
Net assets		**28,322,453**	**23,309,955**	**25,345,179**
Capital and reserves	10			
Called up share capital		253,166	210,277	224,558
Share premium reserve		6,847,570	1,583,088	3,413,664
Capital redemption reserve		892,958	889,606	891,351
Revaluation reserve		1,273,536	317,939	992,420
Special distributable reserve		14,861,009	15,656,959	15,256,001
Profit and loss account		4,194,214	4,652,086	4,567,185
Equity shareholders' funds		**28,322,453**	**23,309,955**	**25,345,179**
Net asset value per Ordinary share	7	**111.87p**	**110.85p**	**112.87p**

Unaudited Reconciliation of Movements in Shareholders' Funds

for the six months ended 31 July 2011

	Notes	Six months ended 31 July 2011 (unaudited) £	Six months ended 31 July 2010 (unaudited) £	Year ended 31 January 2011 (audited) £
Opening shareholders' funds		25,345,179	21,222,542	21,222,542
Net share capital subscribed		3,464,121	1,598,150	3,444,752
Net share capital bought back		(163,990)	(405,046)	(582,286)
Profit for the period before dividends		430,963	1,322,897	1,893,790
Dividends paid in period	6	(753,820)	(428,588)	(633,619)
Closing shareholders' funds		28,322,453	23,309,955	25,345,179

The notes on pages 19 – 25 form part of these Half-Yearly financial statements.

Unaudited Summarised Cash Flow Statement

for the six months ended 31 July 2011

	Notes	Six months ended 31 July 2011 (unaudited) £	Six months ended 31 July 2010 (unaudited) £	Year ended 31 January 2011 (audited) £
Interest income received		263,398	285,302	494,974
Dividend income		128,616	22,653	144,366
Other income		–	–	2,544
VAT (paid)/recovered (to)/from from Investment managers		(15,287)	44,569	10,199
Investment management fees paid		(326,080)	(327,610)	(561,799)
Cash payments for other expenses		(131,059)	(195,954)	(397,775)
Net cash outflow from operating activities		(80,412)	(171,040)	(307,491)
Investing activities				
Sale of investments	8	1,085,668	548,848	923,983
Purchase of investments	8	(732,348)	(2,576)	(2,397,128)
Net cash inflow/(outflow) from investing activities		353,320	546,272	(1,473,145)
Cash inflow/(outflow) before financing and liquid resource management		**272,908**	**375,232**	**(1,780,636)**
Dividends				
Equity dividends paid	6	(753,820)	(428,588)	(633,619)
Financing				
Share capital subscribed		5,297,186	1,598,150	1,611,231
Purchase of own shares		(208,872)	(219,447)	(537,294)
Management of liquid resources				
(Increase)/decrease in monies held in money-market funds		(3,208,273)	(1,140,432)	2,331,078
Increase in cash		**1,399,129**	**184,915**	**990,760**
Reconciliation of net cash inflow to movement in net funds				
Increase in cash for the period		1,399,129	184,915	990,760
Net funds at the start of the period		1,061,164	70,404	70,404
Net funds at the end of the period		**2,460,293**	**255,319**	**1,061,164**

The share capital subscribed figure per the cash flow statement of £5,297,186 above differs to that shown in note 10 to the financial statements by £1,833,065, which was included within debtors at 31 January 2011.

The notes on pages 19 – 25 form part of these Half-Yearly financial statements.

Reconciliation of profit on ordinary activities before taxation to net cash outflow from operating activities

for the six months ended 31 July 2011

		Six months ended 31 July 2011 (unaudited) £	Six months ended 31 July 2010 (unaudited) £	Year ended 31 January 2011 (audited) £
Profit on ordinary activities before taxation		430,963	1,322,897	1,893,790
Net unrealised gains on investments		(451,225)	(1,522,221)	(16,077)
Net (gains)/losses on realisations of investments		(2,551)	80,807	(2,119,702)
(Increase)/decrease in debtors		(76,511)	(12,349)	24,702
Increase/(decrease) in creditors		18,912	(40,174)	(90,204)
Net cash outflow from operating activities		(80,412)	(171,040)	(307,491)

The notes on pages 19 – 25 form part of these Half-Yearly financial statements.

Notes to the Unaudited Financial Statements

1. Principal accounting policies

The following accounting policies have been applied consistently throughout the period. Full details of principal accounting policies will be disclosed in the Annual Report.

a) Basis of accounting

The unaudited results cover the six months to 31 July 2011 and have been prepared under UK Generally Accepted Accounting Practice (UK GAAP), consistent with the accounting policies set out in the statutory accounts for the year ended 31 January 2011 and the 2009 Statement of Recommended Practice, 'Financial Statements of Investment Trust Companies and Venture Capital Trusts' ('the SORP') issued by the Association of Investment Companies.

The Half-Yearly Report has not been audited, nor has it been reviewed by the auditors pursuant to the Auditing Practices Board (APB)'s guidance on Review of Interim Financial Information.

b) Presentation of the Income Statement

In order to better reflect the activities of a VCT and in accordance with the SORP, supplementary information which analyses the Income Statement between items of a revenue and capital nature has been presented alongside the Income Statement. The revenue column of profit attributable to equity shareholders is the measure the Directors believe appropriate in assessing the Company's compliance with certain requirements set out in Section 274 Income Tax Act 2007.

c) Investments

All investments held by the Company are classified as "fair value through profit and loss", in accordance with the International Private Equity and Venture Capital Valuation ("IPEVCV") guidelines, as updated in September 2009. This classification is followed as the Company's business is to invest in financial assets with a view to profiting from their total return in the form of capital growth and income.

For investments actively traded in organised financial markets, fair value is generally determined by reference to Stock Exchange market quoted bid prices at the close of business on the balance sheet date. Purchases and sales of quoted investments are recognised on the trade date where a contract of sale exists whose terms require delivery within a time frame determined by the relevant market. Purchase and sales of unlisted investments are recognised when the contract for acquisition or sale becomes unconditional.

Unquoted investments are stated at fair value by the Directors in accordance with the following rules, which are consistent with the IPEVCV guidelines:

All investments are held at the price of a recent investment for an appropriate period where there is considered to have been no change in fair value. Where such a basis is no longer considered appropriate, the following factors will be considered:

(i) Where a value is indicated by a material arms-length transaction by an independent third party in the shares of a company, this value will be used.

(ii) In the absence of i), and depending upon both the subsequent trading performance and investment structure of an investee company, the valuation basis will usually move to either:-

a) an earnings multiple basis. The shares may be valued by applying a suitable price-earnings ratio to that company's historic, current or forecast post-tax earnings before interest and amortisation (the ratio used being based on a comparable sector but the resulting value being adjusted to reflect points of difference identified by the Investment Manager compared to the sector including, inter alia, a lack of marketability).

or:-

b) where a company's underperformance against plan indicates a diminution in the value of the investment, provision against cost is made, as appropriate. Where the value of an investment has fallen permanently below cost, the loss is treated as a permanent impairment and as a realised loss, even though the investment is still held. The Board assesses the portfolio for such investments and, after agreement with the Investment Manager, will agree the values that represent the extent to which an investment loss has become realised. This is based upon an assessment of objective evidence of that investment's future prospects, to determine whether there is potential for the investment to recover in value.

(iii) Premiums on loan stock investments are accrued at fair value when the Company receives the right to the premium and when considered recoverable.

(iv) Where an earnings multiple or cost less impairment basis is not appropriate and overriding factors apply, discounted cash flow or net asset valuation bases may be applied.

Capital gains and losses on investments, whether realised or unrealised, are dealt with in the profit and loss and revaluation reserves and movements in the period are shown in the Income Statement.

2. Income

	Six months ended 31 July 2011 (unaudited) £	Six months ended 31 July 2010 (unaudited) £	Year ended 31 January 2011 (audited) £
Income from investments			
Dividends	156,589	74,794	127,836
Money-market funds	22,240	17,108	34,092
Loan stock interest	270,851	229,721	469,393
Bank deposit interest	9,715	37	2,561
Other income	–	–	2,544
Total Income	459,395	321,660	636,426

3. Investment management expense

In accordance with the policy statement published under "Management and Administration" in the Company's prospectus dated 8th February 1999, the Directors have charged 75% of the investment management expenses to the capital account. This is in line with the Board's expectation of the long-term split of returns from the investment portfolio of the Company.

4. Taxation

There is no tax charge for the period as the Company has tax losses from the current year and from previous periods, both of which can be offset between revenue and capital.

5. Basic and diluted earnings per share

The basic earnings, revenue return and capital return per share shown below for each period are respectively based on numerators i)-iii), each divided by the weighted average number of shares in issue in the period - see iv) below.

	Six months ended 31 July 2011 (unaudited) £	Six months ended 31 July 2010 (unaudited) £	Year ended 31 January 2011 (audited) £
i) Total earnings after taxation	430,963	1,322,897	1,893,790
Basic and diluted earnings per Ordinary share (pence)	**1.77p**	**6.35p**	**9.04p**
ii) Revenue earnings from ordinary activities after taxation	208,189	37,186	119,808
Basic and diluted revenue earnings per Ordinary share (pence)	**0.86p**	**0.18p**	**0.57p**
Net unrealised capital gains	451,225	1,522,221	2,119,702
Net realised capital gains/(losses)	2,551	(80,807)	16,077
Capital expenses net of taxation	(231,002)	(155,703)	(361,003)
Capital element of VAT recoverable	–	–	(794)
iii) Capital return	222,774	1,285,711	1,773,982
Basic and diluted capital earnings per Ordinary share (pence)	**0.91p**	**6.17p**	**8.47p**
iv) **Weighted average number of shares in issue in the period**	**24,337,457**	**20,831,585**	**20,946,842**

Notes to the Unaudited Financial Statements

6. Dividends paid

	Six months ended 31 July 2011 (unaudited) £	Six months ended 31 July 2010 (unaudited) £	Year ended 31 January 2011 (audited) £
Final income dividend for the year ended 31 January 2011 of 0.4 pence per Ordinary Share paid 24 June 2011	100,509	–	–
Final capital dividend for the year ended 31 January 2011 of 2.6 pence per Ordinary Share paid 24 June 2011	653,311	–	–
Final capital dividend for the year ended 31 January 2010 of 2 pence per Ordinary Share paid 9 June 2010	–	428,588	423,331
Interim capital dividend for the year ended 31 January 2011 of 1 pence per Ordinary Share paid 5 November 2010	–	–	210,288
	753,820	428,588	633,619

7. Net asset value per Ordinary Share

	As at 31 July 2011 (unaudited) £	As at 31 July 2010 (unaudited) £	As at 31 January 2011 (audited) £
Net assets	28,322,453	23,309,955	25,345,179
Number of shares in issue	25,316,557	21,027,687	22,455,802
Net asset value per share (pence)	**111.87p**	**110.85p**	**112.87p**

8. Summary of non-current asset investments at fair value during the period

	Traded on AIM £	Unquoted equity shares £	Unquoted preference shares £	Loan stock £	Total £
Valuation at 31 January 2011	241,664	7,967,196	16,448	10,675,582	18,900,890
Purchases at cost	–	5,726	–	726,622	732,348
Reclassification at value	–	932	(932)	–	–
Sales – proceeds	–	(2,551)	–	(1,083,117)	(1,085,668)
– realised gains	–	2,551	–	–	2,551
Unrealised gains	–	408,542	–	42,683	451,225
Valuation at 31 July 2011	**241,664**	**8,382,396**	**15,516**	**10,361,770**	**19,001,346**
Book cost at 31 July 2011	199,998	6,717,752	24,535	10,935,627	17,877,912
Unrealised gains/(losses) at 31 July 2011	41,666	1,814,746	(9,019)	(573,857)	1,273,536
Permanent impairment of investments	–	(150,102)	–	–	(150,102)
Valuation at 31 July 2011	**241,664**	**8,382,396**	**15,516**	**10,361,770**	**19,001,346**
Gains on investments	–	2,551	–	170,109	172,660
Less amounts recognised as unrealised gains in previous years	–	–	–	(170,109)	(170,109)
Realised gains based on carrying value at 31 January 2011	–	**2,551**	**–**	**–**	**2,551**
Net movement in unrealised appreciation in the period	–	408,542	–	42,683	451,225
Gains on investments for the period ended 31 July 2011	**–**	**411,093**	**–**	**42,683**	**453,776**

9. Current investments at fair value

These comprise investments in 8 Dublin based OEIC money market funds managed by Royal Bank of Scotland, Blackrock Investment Management (UK) Ltd, Goldman Sachs, Scottish Widows Investment Management and Fidelity Investment Management.

£6,842,545 (31 July 2010: £7,105,841, 31 January 2011: £3,634,303) of this sum is subject to same day access, whilst £10,469 (31 July 2010: £10,410, 31 January 2011: £10,438) is subject to 2 day access.

Notes to the Unaudited Financial Statements

10. Capital and reserves

	Called up share capital £	Share premium account £	Capital redemption reserve £	Revaluation reserve £	Special distributable reserve £	Profit and loss reserve £	Total £
At 1 February 2011	224,558	3,413,664	891,351	992,420	15,256,001	4,567,185	25,345,179
Shares issued via Linked Offer for Subscription	29,606	3,373,214	–	–	–	–	3,402,820
Dividends reinvested into new shares	609	60,692	–	–	–	–	61,301
Shares bought back	(1,607)	–	1,607	–	(163,990)	–	(163,990)
Profit/(loss) for the period	–	–	–	451,225	–	(20,262)	430,963
Realised losses transferred to special reserve	–	–	–	–	(231,002)	231,002	–
Realisation of previously unrealised appreciation	–	–	–	(170,109)	–	170,109	–
Dividend – final paid for year ended 31 January 2011	–	–	–	–	–	(753,820)	(753,820)
At 31 July 2011	253,166	6,847,570	892,958	1,273,536	14,861,009	4,194,214	28,322,453

During the six months to 31 July 2011, the Company issued 2,960,632 new ordinary shares at an average price of 121.46 pence per share under the linked offer for subscription launched on 12 November 2010.

11. Post balance sheet events

On 9 August 2011, a further £21,144 was invested in loan notes issued by Monsal Holdings Limited.

12. Related party transactions

All amounts raised from the Joint VCT fundraising offer were held in a bank account called "The Income & Growth VCT plc For Matrix VCTs Linked Offer" prior to each allotment. Following each allotment, the Company became entitled to these amounts, which were subsequently received, totalling £5,236,340.

13. The financial information for the period ended 31 July 2011 does not comprise full financial statements within the meaning of Section 435 of the Companies Act 2006. The financial statements for the year ended 31 January 2011 have been filed with the Registrar of Companies. The auditors have reported on these financial statements and that report was unqualified and did not contain a statement under section 498(2) of the Companies Act 2006.

14. This Half-Yearly Report will shortly be made available on our website: www.mig4vct.co.uk and will be circulated by post to those shareholders who have requested copies of the Report. Further copies are available free of charge from the Company's registered office, One Vine Street, London W1J 0AH or can be downloaded via the website.

Corporate Information

Directors (Non-executive)
Christopher Moore (Chairman)
Andrew Robson
Helen Sinclair

Secretary
Matrix Private Equity Partners LLP
One Vine Street
London W1J 0AH

Company's Registered Office and Head Office
One Vine Street
London W1J 0AH

Company Registration Number: 3707697

Investment Manager, Promoter and Administrator
Matrix Private Equity Partners LLP
One Vine Street
London W1J 0AH
www.matrixgroup.co.uk
Telephone: 020 3206 7000

Website: www.mig4vct.co.uk

Solicitors
Martineau
No 1 Colmore Square
Birmingham
B4 6AA

Stockbroker
Matrix Corporate Capital LLP
One Vine Street
London W1J 0AH

Registrars
Capita Registrars
The Registry
34 Beckenham Road
Beckenham
Kent BR3 4TU

Tel: 0871 664 0300 (calls cost 10p per minute plus network extras. Lines are open 8.30am-5.30pm Mon-Fri. If calling from overseas please ring +44 208 639 2157)

Independent Auditors
PKF (UK) LLP
Farringdon Place
20 Farringdon Road
London EC1M 3AP

VCT Status Adviser
PricewaterhouseCoopers LLP
1 Embankment Place
London WC2N 6RH

Bankers
National Westminster Bank plc
Financial Institutions Team
First Floor
Mayfair Commercial Banking Centre
65 Piccadilly
London W1A 2PP

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